

McGladrey & Pullen

Certified Public Accountants

TOWN OF TRUMBULL, CONNECTICUT

**FEDERAL AND STATE FINANCIAL AND COMPLIANCE REPORT
FISCAL YEAR ENDED JUNE 30, 2005**

TOWN OF TRUMBULL, CONNECTICUT

FEDERAL AND STATE FINANCIAL AND COMPLIANCE REPORT

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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM, INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

To the Honorable First Selectman and
Members of the Finance Committee
Town of Trumbull, Connecticut

Compliance: We have audited the compliance of the Town of Trumbull, Connecticut with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal program for the year ended June 30, 2005. The Town of Trumbull, Connecticut's major federal program is identified in the summary of independent auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the Town of Trumbull, Connecticut's management. Our responsibility is to express an opinion on the Town of Trumbull, Connecticut's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in "Government Auditing Standards," issued by the Comptroller General of the United States; and OMB Circular A-133, "Audits of States, Local Governments, and Nonprofit Organizations". Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town of Trumbull, Connecticut's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Town of Trumbull, Connecticut's compliance with those requirements.

In our opinion, the Town of Trumbull, Connecticut complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2005.

Internal Control Over Compliance: The management of the Town of Trumbull, Connecticut is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Town of Trumbull, Connecticut's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the Town of Trumbull, Connecticut's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts, and grants. The reportable condition is described in the accompanying schedule of findings and questioned costs as item CF05-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that the reportable condition described above is not a material weakness.

Schedule of Expenditures of Federal Awards: We have audited the basic financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Trumbull, Connecticut as of and for the year ended June 30, 2005, and have issued our report thereon dated December 2, 2005. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Town of Trumbull's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management and the Finance Committee of the Town of Trumbull, Connecticut and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
December 2, 2005

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2005

| Federal Grantor/Pass-Through Grantor/Program Title | Catalog of Federal Domestic Assistance Number | Pass-Through Entity's Identifying Number | Federal Expenditures |
|--|---|---|-------------------------|
| U.S. Department of Agriculture/ Passed through the State of Connecticut Department of Education | | | |
| Food Distribution | 10.550 | N/A | \$ 75,292 |
| National School Lunch Program | 10.555 | 520-922010001 | 126,236 |
| Total U.S. Department of Agriculture | | | <u>201,528</u> |
| U.S. Department of Transportation Passed through the Connecticut Department of Transportation | | | |
| Federal Highway Safety | 20.603 | 12062-DOT57116-20559 | <u>133,126</u> |
| U.S. Department of Education/ Passed through the State of Connecticut Department of Education | | | |
| Title I | 84.010 | 12060-SDE64370-20679 | 88,087 |
| Title I | 84.010 | 12060-SDE64370-20679 | 48,922 |
| | | | <u>137,009</u> |
| Title VI - IDEA | 84.027 | 12060-SDE64370-20977 | 250,319 |
| Title VI - IDEA | 84.027 | 12060-SDE64370-20997 | 1,029,921 |
| | | | <u>1,280,240</u> |
| Preschool Incentive Grant | 84.173 | 12060-SDE64370-20983 | 30,952 |
| Preschool Incentive Grant | 84.173 | 12060-SDE64370-20983 | 34,912 |
| | | | <u>65,864</u> |
| Vocational Education - Perkins Act | 84.048 | 12060-SDE64370-20742 | <u>38,343</u> |
| Title IV - Safe and Drug Free Schools Act | 84.186 | 12060-SDE64370-20873 | 3,946 |
| Title IV - Safe and Drug Free Schools Act | 84.186 | 12060-SDE64370-20873 | 16,165 |
| | | | <u>20,111</u> |

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, Continued
For the Year Ended June 30, 2005

| Federal Grantor/Pass-Through Grantor/Program Title | Catalog of Federal Domestic Assistance Number | Pass-Through Entity's Identifying Number | Federal Expenditures |
|---|--|---|---------------------------------|
| U.S. Department of Education/ Passed through the State of Connecticut Department of Education, Continued | | | |
| Title VI - Innovative Education Strategies | 84.298 | 12060-SDE64370-20909 | 9,548 |
| Title VI - Innovative Education Strategies | 84.298 | 12060-SDE64370-20909 | 17,049 |
| | | | <u>26,597</u> |
| Title II - Part D - Technology | 84.318 | 12060-SDE64370-20826 | 2,973 |
| Title II - Part D - Technology | 84.318 | 12060-SDE64370-20826 | 1,015 |
| | | | <u>3,988</u> |
| Title II - Part A - Teachers | 84.367 | 12060-SDE64370-20858 | 74,066 |
| Title II - Part A - Teachers | 84.367 | 12060-SDE64370-20858 | 85,477 |
| | | | <u>159,543</u> |
| Total U.S. Department of Education | | | <u>1,731,695</u> |
| U.S. Federal Emergency Management Agency Passed through the Connecticut Office of Emergency Management | | | |
| Emergency Management | 83.503 | 12060-MIL36172-21092 | 19,168 |
| U.S. Department of Justice | | | |
| COPS MORE | 16.710 | N/A | 16,281 |
| Total expenditures of federal awards | | | <u><u>\$ 2,101,798</u></u> |

TOWN OF TRUMBULL, CONNECTICUT

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2005

Notes to Schedule of Expenditures of Federal Awards

Expenditures:

Expenditures are recorded on the modified accrual basis of accounting.

U.S.D.A. Contributions

The United States Department of Agriculture made available commodities for donations to schools. The amount of \$75,292 represents the market value of such commodities used during the period.

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2005

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: unqualified

- | | | | |
|---|-----------|--------------|---------------|
| ▪ Material weakness(es) identified? | _____ Yes | <u> X </u> | No |
| ▪ Reportable condition(s) identified that are not considered to be material weaknesses? | _____ Yes | <u> X </u> | None reported |
| ▪ Noncompliance material to financial statements noted? | _____ Yes | <u> X </u> | No |

Federal Awards

Internal control over major programs:

- | | | | |
|---|-----------|--------------|---------------|
| ▪ Material weakness(es) identified? | _____ Yes | <u> X </u> | No |
| ▪ Reportable condition(s) identified that are not considered to be material weaknesses? | _____ Yes | <u> X </u> | None reported |

Type of auditor's report issued on compliance for major programs: unqualified

- | | | |
|--|------------------|----------|
| ▪ Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? | <u> X </u> Yes | _____ No |
|--|------------------|----------|

Identification of Major Programs

| CFDA Numbers | Name of Federal Program or Cluster |
|---|--------------------------------------|
| 84.027/84.173 | Special Education Cluster |
| Dollar threshold used to distinguish between type A and type B programs | <u> \$300,000 </u> |
| Auditee qualified as low-risk auditee? | <u> X </u> Yes <u> </u> No |

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS, Continued
For the Year Ended June 30, 2005

**II. FINDINGS RELATING TO THE FINANCIAL STATEMENT AUDIT AS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GOVERNMENT
AUDITING STANDARDS**

A. Reportable Conditions in Internal Control

None reported.

B. Compliance Findings

None reported.

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

A. Internal Control

None reported

B. Compliance

**CF05-1. Federally Funded Special Education Grant Cluster - Cash
Management**

Finding

The Board of Education maintains excessive cash balances in the Special Education Grant Program at June 30, 2005.

Criteria

Recipients of advance funding must follow procedures to minimize the time elapsing between the transfer of funds to it by the grantor and their disbursements.

Cause

Management draws down excess funds due to past instances where funding was not received timely from its grantors.

Effect

Funds are unavailable to the grantee for other programs.

Recommendation

Drawdown requests should be kept to the immediate projected needs of the Board to avoid excess funds on hand.

**TOWN OF TRUMBULL, CONNECTICUT
SUMMARY OF PRIOR YEAR AUDIT FINDINGS
For the Year Ended June 30, 2005**

CF04-01 Federally Funded Education Grant Programs - Cash Management

Finding

Our test work found excessive cash balances in federally funded grant programs at June 30, 2004:

Corrective Action Plan

The Board of Education did not correct this issue and therefore, the finding is repeated in the current year.

**REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF THE
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable First Selectman and
Members of the Finance Committee
Town of Trumbull, Connecticut

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Trumbull, Connecticut as of and for the year ended June 30, 2005 that collectively comprise the Town of Trumbull's basic financial statements, and have issued our report thereon dated December 2, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards," issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting: In planning and performing our audit, we considered the Town of Trumbull, Connecticut's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide an opinion on internal control over financial reporting. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

Compliance and Other Matters: As part of obtaining reasonable assurance about whether the Town of Trumbull, Connecticut's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such

an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under "Government Auditing Standards."

We also noted another matter involving internal control over financial reporting, which is not deemed to be a reportable condition, that we have reported to the management of the Town of Trumbull, Connecticut in a separate letter dated December 2, 2005.

This report is intended solely for the information and use of management and the Finance Committee of the Town of Trumbull, Connecticut and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
December 2, 2005

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM, ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH THE STATE SINGLE AUDIT ACT AND ON THE SCHEDULE
OF AWARDS/EXPENDITURES OF STATE FINANCIAL ASSISTANCE**

To the Honorable First Selectman and
Members of the Finance Committee
Town of Trumbull, Connecticut

Compliance: We have audited the compliance of the Town of Trumbull, Connecticut with the types of compliance requirements described in the "Office of Policy and Management Compliance Supplement" that are applicable to each of its major state programs for the year ended June 30, 2005. The major state programs are identified in the summary of audit results section of the accompanying schedule of State Single Audit compliance findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major state programs is the responsibility of the Town of Trumbull, Connecticut's management. Our responsibility is to express an opinion on compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in "Government Auditing Standards", issued by the Comptroller General of the United States; and the State Single Audit Act (C.G.S. Sections 4-230 to 4-236). Those standards and the State Single Audit Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Town of Trumbull, Connecticut's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Town of Trumbull, Connecticut's compliance with those requirements.

In our opinion, the Town of Trumbull, Connecticut complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the year ended June 30, 2005.

Internal Control Over Compliance: The management of the Town of Trumbull, Connecticut is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to state programs. In planning and performing our audit, we considered the internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance to test and report on internal control over compliance in accordance with the State Single Audit Act.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major state program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Awards/Expenditures of State Financial Assistance: We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Trumbull, Connecticut as of and for the year ended June 30, 2005, and have issued our report thereon dated December 2, 2005. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Town of Trumbull's basic financial statements. The accompanying schedule of awards/expenditures of state financial assistance is presented for purposes of additional analysis as required by the State Single Audit Act and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the management and the Finance Committee of the Town of Trumbull, Connecticut, the Office of Policy and Management, and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
December 2, 2005

TOWN OF TRUMBULL, CONNECTICUT

**SCHEDULE OF AWARDS/EXPENDITURES OF STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2005**

| State Grantor/Pass-Through Grantor/Program Title | State Grant Program Identification Number | State Awards/ Expenditures |
|--|--|---------------------------------------|
| State Department of Education: | | |
| Adult Education | 11000-SDE64370-17030 | \$ 28,635 |
| Omnibus Grants State Supported Schools | 11000-SDE64370-16072 | 17,726 |
| Non-Public Health Services | 11000-SDE64370-17034 | 74,002 |
| Youth Services Bureaus | 11000-SDE64000-17052 | 25,189 |
| Child Nutrition | 12060-SDE64370-20518 | 19,751 |
| Interdistrict Coop-Magnet School Transport | 11000-SDE64370-17045 | 19,560 |
| Open Choice Program | 11000-SDE64370-17053 | 63,654 |
| Vocational Agriculture | 11000-SDE64370-17017 | 87,265 |
| Technology Infrastructure | 11000-SDE64370-40312 | 38,695 |
| | | <u>374,477</u> |
| Education and Services for the Blind: | | |
| Education of Handicapped Blind Children | 11000-ESB65020-12060 | <u>28,521</u> |
| State Office of Policy and Management: | | |
| Property Tax Relief for Elderly Homeowners - Freeze Program | 11000-OPM20600-17021 | 7,000 |
| Property Tax Relief for Eldery Homeowners | 11000-OPM20600-17018 | 255,219 |
| Property Tax Relief for Veterans | 11000-OPM20600-17024 | 38,171 |
| Mashantucket Pequot Fund | 11000-OPM20600-16053 | 75,092 |
| Property Tax Relief for Manufacturing Machinery and Equipment | 11000-OPM20600-17031 | 186,220 |
| Local Capital Improvement Program | 12050-OPM20600-40254 | 422,503 |
| Law Enforcement Block Grant | 12060-OPM20350-21468 | 4,000 |
| CATS Arts Grant | 11000-OPM20100-35313 | 8,000 |
| Emergency Management Grant | 11000-EHS99660-21881 | 10,303 |
| Reimbursement Property Tax Disability Exemption | 11000-OPM20600-17011 | 1,654 |
| | | <u>1,008,162</u> |
| State Department of Revenue Services: | | |
| Bingo | 34003-DSR18309-42350 | <u>23</u> |
| State Department of Transportation: | | |
| Town Aid Road | 12001-DOT37131-17036 | <u>158,538</u> |
| State Department of Economic and Community Development: | | |
| Payment in Lieu of Taxes (PILOT) | 11000-OSC15910-17004 | <u>88,774</u> |

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF AWARDS/EXPENDITURES OF STATE FINANCIAL ASSISTANCE, Continued
For the Year Ended June 30, 2005

| State Grantor/Pass-Through Grantor/Program Title | State Grant Program Identification Number | State Awards/ Expenditures |
|--|--|---------------------------------------|
| State Comptroller: | | |
| Boat Grant | 12027-OSC15910-40211 | <u>25,031</u> |
| State Library: | | |
| Connecticard Payments | 11000-CSL66051-17010 | 4,194 |
| Historic Documents Preservation | 12060-CSL66904-35150 | 12,000 |
| Basic Cultural Resource Grant | 12060-CAT45221-17067 | <u>2,400</u> |
| | | <u>18,594</u> |
| State Department of Environmental Protection: | | |
| Environmental Quality | 13019-DEP43111-40202 | <u>300</u> |
| State Department of Public Safety: | | |
| Drug Asset Forfeiture | 12060-DPS32155-35142 | <u>1,508</u> |
| TOTAL STATE FINANCIAL ASSISTANCE BEFORE EXEMPT PROGRAMS | | <u>1,703,928</u> |
| EXEMPT PROGRAMS | | |
| Education Cost Sharing | 11000-SDE64370-17041 | 2,232,006 |
| Transportation of School Children (Public) | 11000-SDE64370-17027 | 116,247 |
| Transportation of School Children (Non-Public) | 11000-SDE64370-17049 | 16,116 |
| Magnet School Transportation | 11000-SDE64370-17057 | 60,000 |
| Excess Cost - Student Based | 11000-SDE64370-17047 | 718,570 |
| School Construction Projects - Principal | 13010-SDE64370-40901 | 1,465,800 |
| School Construction Projects - Interest | 13010-SDE64370-40896 | <u>373,335</u> |
| Total Exempt Programs | | <u>4,982,074</u> |
| TOTAL STATE FINANCIAL ASSISTANCE | | <u><u>\$ 6,686,002</u></u> |

TOWN OF TRUMBULL, CONNECTICUT

NOTE TO SCHEDULE OF AWARDS/EXPENDITURES OF STATE FINANCIAL ASSISTANCE For the Year Ended June 30, 2005

Various departments and agencies of the State of Connecticut have provided financial assistance to the Town of Trumbull, Connecticut through grants and other authorizations in accordance with the General Statutes of the State of Connecticut.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Trumbull, Connecticut conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the more significant policies relating to the aforementioned grant programs.

Basis of Accounting

The Town of Trumbull, Connecticut's basic financial statements are prepared on the modified accrual basis of accounting.

The Schedule of Awards/Expenditures of State Financial Assistance, contained in this report, is also prepared on the modified accrual basis of accounting and on regulations established by the State of Connecticut Office of Policy and Management. In accordance with these regulations (Section 4-236-5), certain grants are not dependent on expenditure activity, and accordingly, are considered to be expended in the fiscal year of receipt. These grant program receipts are reflected as awards in the awards/expenditures column of the Schedule of Awards/Expenditures of State Financial Assistance.

As a result, certain classifications of revenues and expenditures under accounting principles generally accepted in the United States of America differ from classifications utilized for the Schedule of Awards/Expenditures of State Financial Assistance.

TOWN OF TRUMBULL, CONNECTICUT

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2005**

I. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued: unqualified.

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Reportable condition(s) identified that are not considered to be material weaknesses? _____ Yes X None reported
- Noncompliance material to financial statements noted? _____ Yes X No

State Financial Assistance

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Reportable condition(s) identified that are not considered to be material weaknesses? _____ Yes X None reported

Type of auditor's report issued on compliance for major programs: unqualified.

- Any audit findings disclosed that are required to be reported in accordance with Section 4-236-24 of the Regulations to the State Single Audit Act? _____ Yes X No
- The following schedule reflects the major programs included in the state compliance audit:

| State Program | State Grant Program Identification Number | State Awards/ Expenditures |
|---|---|----------------------------|
| Property Tax Relief for Elderly Homeowners | 11000-OPM20600-17018 | \$ 255,219 |
| Local Capital Improvement | 12050-OPM20600-40254 | 422,503 |
| PILOT Manufacturing Machinery and Equipment | 11000-OPM20600-17031 | 186,220 |
| Town Aid Road | 12001-DOT37131-17036 | 158,538 |

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS, Continued
For the Year Ended June 30, 2005

**II. SUMMARY OF FINDINGS RELATED TO FINANCIAL STATEMENTS
REQUIRED UNDER GOVERNMENT AUDITING STANDARDS**

- We issued reports, dated December 2, 2005, on compliance and on internal control over financial reporting based on an audit of the basic financial statements performed in accordance with the standards applicable to financial audits contained in “Government Auditing Standards.”
- Our report on compliance indicated no reportable instances of noncompliance.
- Our report on internal control over financial reporting indicated a certain matter that we consider to be a reportable condition. The reportable condition is described in the accompanying federal schedule of findings and questioned costs.

**III. FINDINGS AND QUESTIONED COSTS FOR STATE FINANCIAL
ASSISTANCE**

A. Internal Control

None reported.

B. Compliance

None reported.